

## NOTICE

### JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED

Notice is hereby given that the 1<sup>st</sup> Annual General Meeting of the shareholders of the company will be held on Friday, the 21<sup>st</sup> day of September, 2012 at 11.30 AM at the Registered Office of the Company at Jindal ITF Centre, 28, Shivaji Marg, New Delhi – 110015 to transact the following business:

#### AS ORDINARY BUSINESS:

1. To consider and adopt the Audited Balance Sheet of the Company for the period starting from 23<sup>rd</sup> August, 2011 and ended on 31<sup>st</sup> March, 2012 and the Profit and Loss Account of the Company for the said period and the Reports of the Auditors and Directors thereon.
2. To appoint Auditors of the Company. The retiring auditors M/s. N.C. Aggarwal & Company, Chartered Accountants, are eligible for reappointment.

#### AS SPECIAL BUSINESS:

3. To consider and, if thought fit, to pass with or without modifications the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** Mr. Anil Kumar Nayyar, who was appointed as First Director of the Company on 23<sup>rd</sup> August, 2011 and who vacates his office at this Annual General Meeting be and is hereby appointed as the Director of the Company liable to retire by rotation."

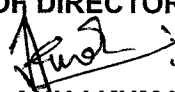
4. To consider and, if thought fit, to pass with or without modifications the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** Mr. Harijan Das, who was appointed as First Director of the Company on 23<sup>rd</sup> August, 2011 and who vacates his office at this Annual General Meeting be and is hereby appointed as the Director of the Company liable to retire by rotation."

5. To consider and, if thought fit, to pass with or without modifications the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** Mr. Anuj Kumar who was appointed as an Additional Director w.e.f. 15<sup>th</sup> May, 2012 by the Board under section 260 of the Companies Act, 1956 and who holds office only upto the date of this Annual General Meeting and in respect of whom the Company has received Notice in writing, under section 257 of the Companies Act, 1956 from a member signifying his intention to propose him as a candidate for the office of a Director of the Company, be and is hereby appointed as Director of the Company."

BY ORDER OF THE BOARD OF DIRECTORS

  
ANUJ KUMAR  
DIRECTOR

Place : New Delhi  
Dated : 15<sup>th</sup> May, 2012

## **NOTES:**

1. A member entitled to attend and vote at the Meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. Proxy in order to be effective must be received by the Company not less than 48 hours before the meeting.
2. Explanatory Statement under Section 173(2) of the Companies Act, 1956 relating to Special Business to be transacted at the Meeting is annexed hereto.

## **EXPLANATORY STATEMENT**

(Pursuant to Section 173(2) of the Companies Act, 1956)

### **ITEM NO. 3:**

Mr. Anil Kumar Nayyar was appointed as a First Director of the Company w.e.f 23<sup>rd</sup> August, 2011, as per section 256 of the Companies Act, 1956 and as such he holds office upto the date of this Annual General Meeting. A notice under Section 257 of Companies Act, 1956 has been received by the Company from a member signifying his intention to propose the candidature of Mr. Anil Kumar Nayyar for appointment as Director in this behalf.

None of the Directors except Mr. Anil Kumar Nayyar himself is concerned or interested in the Resolution.

The Board of Directors recommends passing of the proposed resolution as an Ordinary Resolution.

### **ITEM NO. 4:**

Mr. Harijan Das was appointed as a First Director of the Company w.e.f 23<sup>rd</sup> August, 2011, as per section 256 of the Companies Act, 1956 and as such he holds office upto the date of this Annual General Meeting. A notice under Section 257 of Companies Act, 1956 has been received by the Company from a member signifying his intention to propose the candidature of Mr. Harijan Das for appointment as Director in this behalf.

None of the Directors except Mr. Harijan Das himself is concerned or interested in the Resolution.

The Board of Directors recommends passing of the proposed resolution as an Ordinary Resolution.

### **ITEM NO. 5:**

The Board of Directors of the Company had appointed Mr. Anuj Kumar as an Additional Director w.e.f 15<sup>th</sup> May, 2012, as per section 260 of the Companies Act, 1956 and as such he holds office upto the date of this Annual General Meeting. A notice under Section 257 of Companies Act, 1956 has been received by the Company from a member signifying his intention to propose the candidature of Mr. Anuj Kumar for appointment as Director in this behalf.

None of the Directors except Mr. Anuj Kumar himself is concerned or interested in the Resolution.

The Board of Directors recommends passing of the proposed resolution as an Ordinary Resolution.

**BY ORDER OF THE BOARD OF DIRECTORS**

  
**ANUJ KUMAR**  
**DIRECTOR**

**Place: New Delhi**  
**Dated: 15<sup>th</sup> May, 2012**

## JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED

### DIRECTORS' REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 1<sup>th</sup> Annual Report of the Company on the affairs of the company for the financial Year ended on 31<sup>st</sup> March, 2012.

#### Financial Results

Particulars	Current Year (Rs.)
Paid up Capital	555,560
Reserve and Surplus	113,349
Secured Loan	61,369,521
Fixed Assets	47,930,374
Depreciation on fixed assets	2,211
Current Assets	6,990,626
Non Current Assets (excluding Fixed Assets)	15,855,435
Current Liabilities	8,738,005
Profit Before Tax	169,349
Earning per share	3.36

#### Operational Highlights

The operations of your company involve door to door collection of source segregated domestic waste from the households and commercial places, transportation of the waste to the designated dumping ground and disposal. Door to door collections in Bathinda Cluster started on 11<sup>th</sup> December, 2011. During its first year of operation your company has managed to cover 12 out of 18 Urban local bodies (ULBs) and lifts garbage amounting to 11078 Tonnes of the Bathinda Cluster.

#### Dividend

No dividend is being declared or paid during the financial year under review.

#### Fixed Deposits

The Company has not accepted any Deposits within the meaning of Section 58A of the Companies Act, 1956 and the Rules made there under.

#### Directors

In terms of the provisions of Section 256 of the Companies Act, 1956, Mr. Anil Kumar Nayyar & Mr. Harijan Das, being the first directors shall retire at the ensuing Annual General Meeting and being eligible offers themselves for re-appointment.

During the year Mr. Anuj Kumar has been appointed by the Board as the Additional Director of the company w.e.f. 15th May, 2012. Also notice under section 257 from a member has been received proposing to appoint Mr. Anuj Kumar as director of the Company. The resolution for the same is embodied in the notice convening the ensuing Annual General Meeting.

### **Directors Responsibility Statement**

Pursuant to Section 217 (2AA) of the Companies Act, 1956, for the Financial Year 2011-2012 ended 31<sup>st</sup> March, 2012, your Directors report as under:-

- (i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures (if any);
- (ii) that the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that period;
- (iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) that the directors had prepared the annual accounts on a going concern basis.

### **Auditors**

M/s. N.C. Aggarwal & Company, Chartered Accountants, Auditors of the Company will retire at the forthcoming Annual General Meeting, and are eligible for re-appointment.

### **Conservation of Energy, Technology Absorption, Foreign Exchange Earning and outgo**

1. Conservation of Energy:  
The Company is conscious of the need to keep all the cost elements at the barest minimum level including the energy cost. It is also aware of the responsibility to conserve energy in an overall energy shortage situation.
2. Technology Absorption:  
Global Positioning system (GPS) devices have been installed on all the vehicles for efficient tracking of the route of the vehicles

### **Particulars of Employees**

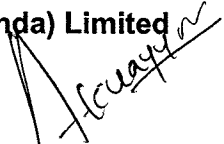
None of the employees of the Company is covered under section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975.

**Acknowledgement**

Your Directors place on record their gratitude to the Municipal Council of Bathinda and other Municipal Councils of Local Bodies situated within the Bathinda Cluster for the assistance, co-operation and encouragement they extended to the Company. The Board of Directors of the Company wish to place on record their thanks and appreciation to all the staff members and executives for their contribution to the operations of the company. The Directors also place on record their sincere thanks to the shareholders for their continued support, co-operation and confidence in the Management of the Company.

**On behalf of the Board of Directors of  
JITF Urban Waste Management (Bathinda) Limited**

  
**Anuj Kumar**  
Director

  
**A.K. Nayyar**  
Director

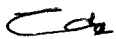
**Place: New Delhi**  
**Dated: 15<sup>th</sup> May, 2012**

## AUDITORS' REPORT

To  
The Members of JITF Urban Waste Management (Bathinda) Limited

1. We have audited the attached Balance Sheet of JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED as at 31<sup>st</sup> March, 2012 and Statement of Profit and Loss and the cash flow statement for the period ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order, so far as applicable to the company.
4. Further as required under section 227(4A) of the Companies Act, 1956, we report as follows:-
  - i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - ii) In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books;
  - iii) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this report is in agreement with the books of accounts;
  - iv) In our opinion, the Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement complies with the Accounting Standards referred to in Sub-Section (3C) of Section 211 of the Companies Act, 1956;
  - v) On the basis of the written representations received from the directors, as on March 31, 2012, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
  - vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956 in the manner so required and give a true and a fair view in conformity with the accounting principles generally accepted in India;
    - a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March 2012.
    - b) In the case of the Statement of Profit and Loss, of the Profit of the Company for the period ended on that date.
    - c) In the case of cash flow statement, of the cash flows for the period ended on that date.

For N.C. Aggarwal & Co.  
Chartered Accountants  
Firm Registration No. 003273N

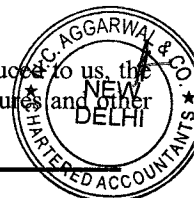
  
G. K. Aggarwal  
Partner  
Membership No. 086622  
New Delhi  
Date: 15<sup>th</sup> May, 2012



**Annexure referred to in paragraph 3 of our report of even date**

**Re: JITF Urban Waste Management (Bathinda) Limited**


- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) All fixed assets have been physically verified by the management during the period. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. To the best of our knowledge, no material discrepancies have been noticed on such verification.
- (c) The Company has not disposed off any fixed assets during the period .
- (ii) (a) The Company does not hold any inventories of finished goods, stores, spare parts and raw materials. Accordingly, paragraphs (ii) (b) and (c) of the Order are not applicable.
- (iii) (a) As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly paragraphs (iii) (b), (c) and (d) of the Order, are not applicable.
- (e) (i) As informed to us, the Company has taken unsecured loans (Debenture Application Money) from its holding company covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year in respect of said companies and the year end balance of such loan is Rs.61,369,521
- (ii) In our opinion and according to information and explanations given to us, the rate of interest and other terms and conditions on which aforesaid loan has been taken are not, prima facie, prejudicial to the interest of the company.
- (iii) In respect of aforesaid loan, the party is regular in repaying the principal and interest.
- (iv) In our opinion and according to information and explanations given to us, having regards to the explanation that some of the items purchased are of special nature and suitable alternative sources do not exist for obtaining comparable quotations, there are adequate internal control system commensurate with the size of the Company and nature of its business with regards to purchases of inventories, fixed assets and with regard to the sale of goods and services. During the course our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) (a) According to the information and explanations provided by the management, during the period, no contracts or arrangements with the parties referred to in section 301 of the Act have been entered into. Accordingly, paragraph (v) (b) of the Order is not applicable.
- (vi) The Company has not accepted any deposits from the public.
- (vii) To the best of our knowledge and as explained, the Company, during the period, is not required to have an internal audit system commensurate with the size and nature of its business, as the Capital and the turnover does not exceed the limit prescribed in this regard at the commencement of the financial period concerned.
- (viii) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for the products of the Company.
- (ix) (a) To the best of our knowledge and as explained, the Company is regular in depositing with the appropriate authorities all statutory dues including provident fund, or employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, Cess etc where there is applicable. There are no arrears as at 31<sup>st</sup> March, 2012 for a year of more than six months from the date they become payable.
- (b) According to the information and explanation given to us, there are no dues in respect of statutory dues, which have not been deposited on account of any dispute.
- (x) The company is in existence for less than five years. Hence Para (x) of the order is not applicable to the company.
- (xi) According to the records of the Company examined by us and the information and explanations given to us, the Company has not taken loans from banks and financial institutions or issued any debentures. Therefore, Para (xi) of the order with respect to default of repayment is not applicable to the company.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.



**N.C. AGGARWAL & CO.**  
**CHARTERED ACCOUNTANTS**

- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) According to the records of the Company examined by us and the information and explanations given to us, the Company, during the period, has not dealt with/traded in shares, securities and other investments.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) Based on information and explanations given to us by the management, the Company has not taken any term loan.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, in our opinion, there are no funds raised on short term basis which have been used for long term investment.
- (xviii) The Company has not made any preferential allotment of shares to the parties and companies covered in the register maintained under section 301 of the Act.
- (xix) No Secured Debentures have been issued during the period; hence clause (xix) of Order is not applicable.
- (xx) The company has not made any public issue during the year.
- (xxi) During the course of our examination of the books and records of the company, and according to the information and explanations given to us by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For N.C. Aggarwal & Co.  
Chartered Accountants  
Firm Registration No. 003273N

  
G. K. Aggarwal  
Partner  
Membership No. 086622  
New Delhi  
Date: 15<sup>th</sup> May, 2012



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Balance Sheet as at 31st March, 2012**

(Amount in Rs.)

Particulars	Note No	As at 31st March 2012
<b>I. EQUITY AND LIABILITIES</b>		
<b>(1) Shareholders' Funds</b>		
(a) Share Capital	1	555,560
(b) Reserves and Surplus	2	113,349
<b>(2) Non-current liabilities</b>		
Long-term borrowings	3	61,369,521
<b>(3) Current liabilities</b>		
(a) Trade payables	4	4,696,224
(b) Other current liabilities	5	3,985,781
(c) Short Term Provisions	6	56,000
<b>Total Equity and Liabilities</b>		<b>70,776,435</b>
<b>II. ASSETS</b>		
<b>(1) Non-current assets</b>		
(a) Fixed Assets	7	
(i) Tangible assets		187,690
(ii) Capital work-in-progress		47,742,684
(b) Long-term loans and advances	8	15,824,912
(c) Other non-current assets	9	30,523
<b>(2) Current assets</b>		
(a) Trade receivables	10	6,414,693
(b) Cash and Cash Equivalents	11	217,570
(c) Short-term loans and advances	12	2,903
(d) Other Current Assets	13	355,460
<b>Total Assets</b>		<b>70,776,435</b>

See accompanying notes to the financial statements

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In terms of our report of even date annexed hereto

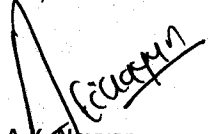
For N.C. AGGARWAL & CO.  
Chartered Accountants  
Firm Registration No. 003273N

For and on behalf of Board of Directors of  
JITF Urban Waste Management (Bathinda) Ltd.

  
G.K. AGGARWAL  
Partner  
M.No.086622  
Place: New Delhi  
Dated: 15th May, 2012



  
Anuj Kumar  
Director

  
A.K. Nayyar  
Director

**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED****Statement of Profit and Loss for the Period ended 31st March, 2012**

(Amount in Rs.)

Particulars		Note No.	Period ended 31st March 2012
(I)	Revenue from operations (Gross)	14	6,465,513
	<b>Total Revenue</b>		<b>6,465,513</b>
(II)	<b>Expenses:</b>		
	Depreciation and amortization expense	15	2,211
	Other Expenses	16	6,293,953
	<b>Total Expenses</b>		<b>6,296,164</b>
(III)	<b>Profit before tax (I-II)</b>		169,349
(IV)	Tax expense:		
	(1) Current tax		56,000
	(2) Deferred tax		-
(V)	Profit (Loss) for the period from continuing operations (III-IV)		113,349
(VI)	Profit/(Loss) for the period		113,349
(VII)	Earnings per equity share:		
	(1) Basic		3.36
	(2) Diluted		3.36

*See accompanying notes to the financial statements*

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In terms of our report of even date annexed hereto

**For N.C. AGGARWAL & CO.**

Chartered Accountants

Firm Registration No. 003273N

**G.K. AGGARWAL**

Partner

M.No.086622

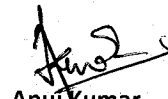
Place: New Delhi

Dated: 15th May, 2012

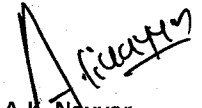


For and on behalf of Board of Directors of

JITF Urban Waste Management (Bathinda) Ltd.

**Anuj Kumar**

Director

**A.K. Nayyar**

Director

**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Notes forming part of Balance sheet and Statement of Profit and Loss**

	DESCRIPTION	As at 31st March 2012
1	<b>SHARE CAPITAL</b>	
(a)	<b>AUTHORISED SHARE CAPITAL</b> 100,000 Equity shares of Rs. 10/- each	1,000,000
(b)	<b>ISSUED, SUBSCRIBED AND PAID UP CAPITAL</b> 55,556 Equity shares of Rs. 10/- each fully paid up	555,560
(c)	<b>RECONCILIATION OF THE NUMBER OF SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE PERIOD</b> Shares outstanding at the beginning of the period Shares issued during the period	- 55,556
(d)	<b>Shares outstanding at the end of the year</b>	<b>55,556</b>

(e)	SHARE OF THE COMPANY HELD BY :-	No of Shares
	<b>Holding Company</b> JITF Urban Infrastructure Limited	50,000

(f)	SHARES IN THE COMPANY HELD BY EACH SHAREHOLDER HOLDING MORE THAN 5% SHARES ARE AS UNDER:		
	Name of the Shareholder	As at 31st March 2012	
		No. of Shares Held	% of Holding
	JITF Urban Infrastructure Limited*	50,000	90%
	Ladurner Impianpi S.R.L Italia	5,556	10%

\* Including 6 Shares held by Person/Companies as nominees of JITF Urban Infrastructure Limited

(g)	Terms/Rights attached to Equity Shares
	The Company has only one class of equity shares having a par value of Rs.10/- per equity share. Each equity shareholder is entitled to one vote per share.

	DESCRIPTION	As at 31st March 2012
2	<b>RESERVES AND SURPLUS</b>	
	<b>PROFIT AND LOSS ACCOUNT</b> Profit Brought Forward Add:-Profit after tax for the year	- 113,349
	<b>Total Reserve and Surplus</b>	<b>113,349</b>

	DESCRIPTION	As at 31st March 2012
3	<b>LONG-TERM BORROWINGS</b>	
	<b>SECURED LONG TERM BORROWINGS</b>  Optionally Convertible Debentures Application Money From Related Party - JITF Urban Infrastructure Limited	61,369,521
	<b>Total Long Term borrowings</b>	<b>61,369,521</b>

Zero Coupon optionally convertible debenture application money of face value of Rs. 1000/- each is convertible into 100 equity shares of Rs. 10 each for each debenture at the option of the debenture holder with in 10 years from the date of allotment as per the terms of offer.



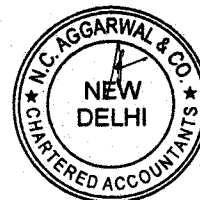
**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Notes forming part of Balance sheet and Statement of Profit and Loss**

	DESCRIPTION	As at 31st March 2012
4	<b>TRADE PAYABLES</b>	
	Sundry Creditors*	
	Dues to other than Micro and Small enterprises	4,696,224
	<b>TOTAL TRADE PAYABLES</b>	<b>4,696,224</b>

\*There are no Micro and Small Enterprises, to whom the Company owes dues which are outstanding for more than 45 days as at 31st March 2012. This Information as Required to be disclosed under the Micro, Small and Medium Enterprises Development Act 2006 has been Determined to the extent such Parties have been Identified on the basis of information available with the Company.

	DESCRIPTION	As at 31st March 2012
5	<b>OTHER CURRENT LIABILITIES</b>	
	Other payable	
	Capex Creditors	3,840,138
	Statutory Dues	97,221
	Other Payables	48,422
	<b>Total Other Current Liabilities</b>	<b>3,985,781</b>

	DESCRIPTION	As at 31st March 2012
6	<b>SHORT TERM PROVISIONS</b>	
	Provision for Income Tax	56,000
	<b>Total Short term provision</b>	<b>56,000</b>



**JITE URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Notes forming part of Balance sheet and Statement of Profit and Loss**

Note- 7

**FIXED ASSETS**

(Amount in Rs.)

	Fixed Assets	Gross Block		Accumulated Depreciation				Net Block		
		Balance as at 1 April 2011	Additions/ (Disposals)	Balance as at 31 March 2012	Balance as at 1 April 2011	Depreciation charge for the year	Other Adjustment	On disposals	Balance as at 31 March 2012	Balance as at 1 April 2011
<b>A</b>	<b>Tangible Assets</b>									
	Furniture and Fixtures	-	57,950	57,950	-	811	-	-	57,139	-
	Office equipment	-	131,951	131,951	-	1,400	-	-	130,551	-
	<b>Total</b>	-	<b>189,901</b>	<b>189,901</b>	-	<b>2,211</b>	-	-	<b>187,690</b>	-
<b>B</b>	<b>Capital Work in Progress</b>									
	Capital Work in Progress	-	45,170,242	45,170,242	-	-	-	-	45,170,242	-
	Preoperative Expenditure (Pending allocation)	-	2,572,442	2,572,442	-	-	-	-	2,572,442	-
	<b>Total</b>	-	<b>47,742,684</b>	<b>47,742,684</b>	-	-	-	-	<b>47,742,684</b>	-



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Notes forming part of Balance sheet and Statement of Profit and Loss**

	<u>DESCRIPTION</u>	As at 31st March 2012
8	<b>Long-term loans and advances</b>	
(a)	<b>Capital Advances</b>	
	Unsecured, Considered good	15,799,912
	<b>Sub Total- Capital Advances</b>	15,799,912
(b)	<b>Security Deposits</b>	
	Unsecured, Considered good	25,000
	<b>Sub Total-Security Deposits</b>	25,000
	<b>Total Long Term Loans and Advances (a+b)</b>	<b>15,824,912</b>

	<u>DESCRIPTION</u>	As at 31st March 2012
9	<b>Other Non Current Assets</b>	
	Miscellaneous Expenditure to the extent not written off	30,523
	<b>Total Other Non Current Assets</b>	<b>30,523</b>

	<u>DESCRIPTION</u>	As at 31st March 2012
10	<b>Trade Receivables</b>	
	Unsecured, Considered good	
	Outstanding Less than Six Months	6,414,693
	<b>Total Trade Receivables</b>	<b>6,414,693</b>

	<u>DESCRIPTION</u>	As at 31st March 2012
11	<b>Cash and Cash Equivalents</b>	
	Balances with Banks	
	-In current Accounts	171,501
	Cash on Hand	46,069
	<b>Total Cash and Cash equivalents</b>	<b>217,570</b>

	<u>DESCRIPTION</u>	As at 31st March 2012
12	<b>Short-term loans and advances</b>	
	Advance recoverable in cash or in kind	2,903
	<b>Total Short term loans and advances</b>	<b>2,903</b>

	<u>DESCRIPTION</u>	As at 31st March 2012
13	<b>Other Current Assets</b>	
	Advance to Staff	355,460
	<b>Total Other Current Assets</b>	<b>355,460</b>

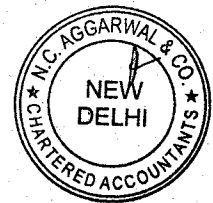
	<u>DESCRIPTION</u>	Period ended 31st March 2012
14	<b>Revenue from Operation</b>	
	Revenue from Tipping Fees	6,465,513
	<b>Total Revenue from Operation</b>	<b>6,465,513</b>



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Notes forming part of Balance sheet and Statement of Profit and Loss**

	<u>DESCRIPTION</u>	Period ended 31st March 2012
15	<b>Depreciation and amortisation expense</b> Depreciation on Fixed Assets	2,211
	<b>TOTAL</b>	2,211

	<u>DESCRIPTION</u>	Period ended 31st March 2012
16	<b>Other Expenses</b>	
	Tipping Charges	5,078,041
	Labour Charges	131,880
	Loading//Unloading Expenses	40,950
	Transportation Charges	136,285
	Weighing Charges	199,125
	Diesel and Others	57,275
	Legal and Professional	32,641
	Travelling and Conveyance	183,214
	Auditor's Remuneration:	
	-As Audit Fee	28,090
	Postage and Telegram	11,901
	Printing and Stationery	82,352
	Rent	57,097
	Uniform	92,341
	Office Maintenance Expenses	36,318
	Miscellaneous Expenses	126,443
	<b>TOTAL</b>	6,293,953



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS**  
**NOTE:17**

**1. Nature of Operations**

JITF Urban Waste Management (Bathinda) Limited is a Company incorporated on 23rd August, 2011 with the main object to develop and implement a viable and environmentally sustainable MSW management to scientifically manage the collection, transportation, processing and disposal of MSW and gainfully utilize it to produce compost, Refuse Derived Fuel ("RDF") and/or power, and dispose-off the residual matter in an environmentally benign manner by Developing, Constructing, Operating and Maintaining an Integrated Municipal Solid Waste Management Projects for Bathinda Cluster in Punjab.

**2. Statement of Significant Accounting Policies**

**(a) Basis of preparation**

The financial statements have been prepared to comply in all material respects with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis.

**(b) Revenue Recognition**

Tipping Fees and usage charges earnings are recognized on accrued bases.

**(c) Fixed Assets**

**(i) Valuation of Fixed Assets**

Tangible Fixed assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Borrowing costs that are directly attributable to the acquisition / construction of the qualifying assets are capitalized as a part of the respective assets, up to the date of acquisition/ completion of construction.

**(ii) Depreciation**

Depreciation is provided using the Straight Line Method as per the useful lives of the assets estimated by the management, or at the rates prescribed under schedule XIV of the Companies Act, 1956 whichever is higher

**(iii) Expenditure during construction period for new projects /expansion cum modernization projects**

Expenditures which are directly attributable to identified assets and incurred during the construction period are included under capital work-in-progress, till the completion of the project. Expenditures which are not directly attributable to an identified asset forming part of a project, including interest on borrowed funds, are carried to pre-operative expenses, till the completion of the project. On completion of the project, capital work in progress along with pre-operative expenses is carried to respective fixed assets.

**(d) Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the Year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the Year. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the Year attributable to equity shareholders and the weighted average number of shares outstanding during the Year are adjusted for the effects of all dilutive potential equity shares, if any.

**(e) Miscellaneous Expenditure**

Preliminary Expenses i.e. Initial Share issue expenses will be amortized in five years from the Commencement of Business.

**(f) Taxation**

Current tax provision is computed for income calculated after considering allowances and exemptions under the provisions of the applicable Income Tax Laws



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS**  
**NOTE:17**

Deferred tax is accounted at the current rate of tax to the extent of temporary timing differences that originate in one Year and are capable of reversal in one or more subsequent Years. However, no deferred tax asset is created where there is no virtual certainty as to the sufficient future taxable profit.

**(g) Foreign Exchange Transaction**

Foreign currency during the period is recorded at the rate of exchange prevailing at the date of transaction. Monetary assets and liabilities related to foreign currency transactions remaining unsettled are translated at the period end rate. All exchange differences are dealt with in the Profit & Loss Account.

**3. Related Parties Transactions**

**(A) List of Related Parties & Relationship (As identified by the Management)**

**(i). Holding Company**

Jindal Saw Limited ( Ultimate Holding)

Jindal ITF Limited (Indirect through JITF Urban infrastructure Limited)

JITF Urban Infrastructure Limited (Direct holding)

**(ii). Fellow Subsidiary Companies**

- JITF Waterways Limited
- JITF Water Infrastructure Limited
- JITF Shipyards Limited
- JITF Urban Infrastructure Limited
- JITF Coal Logistics Limited ( w.e.f.16th Dec 2011 )
- JITF ESIPL CETP (Sitarganj) Limited (Indirect)
- Jindal Rail Infrastructure Limited
- Jindal Intellicom Limited
- JITF Infralogistics Limited
- Jindal ITF Kobelco Eco Limited (Indirect) ( w.e.f. 12th Sep 2011 )
- Timarpur-Okhla Waste Management Company Private Limited (Indirect)
- JITF Shipping & Logistics (Singapore) Pte Ltd (Indirect) ( w.e.f. 24th May 2011 )
- JITF Global Water Holding Pte. Ltd (Indirect) ( w.e.f.31st August 2011 )
- JITF Water Infra (Rajkot) Limited (Indirect) ( w.e.f. 23rd May 2011)
- JITF Urban Waste Management (Ferozepur ) Limited (Indirect) ( w.e.f.10th Oct 2011 )
- JITF Urban Waste Management (Jalandhar ) Limited (Indirect) ( w.e.f. 23rd August,2011 )
- JITF Manila Water Dev. Company Limited (Indirect) ( Subsidiary w.e.f.27<sup>th</sup> Feb 2012 )
- JITF Water Infra (Naya Raipur) Limited (Indirect)
- JITF Urban Infrastructure Services Limited
- IUP Jindal Metals & Alloys Limited (Indirect)
- SV Trading Limited (Indirect)
- Jindal Saw USA, LLC (Indirect)
- Jindal Saw Holding FZE (Indirect)
- Jindal Saw Middle East FZC (Indirect)
- Jindal Saw Gulf LLC (Indirect)
- Intellicom Insurance Advisors Limited (Indirect)
- Ralael Holding Limited (Indirect)
- Jindal Saw Italia S.P.A.(Indirect)
- Jindal Fittings Ltd. ( w.e.f. 12th May 2011 )
- Quality Iron & steel Ltd. ( w.e.f. 24th June 2011 )
- Green Ray Holdings( w.e.f.24th June 2011)
- Derwant Sand SARL(Indirect)( w.e.f.24th June 2011 )



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS**  
**NOTE:17**

**(B) Transactions**

Description	Current Period-JITF Urban Infrastructure Limited
Share Capital received during the period	5,00,000
Debenture Application Money received during the period	61,369,521
<b>Balance as on 31.3.2012</b>	
Share Capital	5,00,000
Debenture Application Money	61,369,521

4. **Capital Work in progress includes following Pre operative expenses Pending allocation**

Detail of Pre-operative Expenses	Period ended 31st March, 2012 (Rs.)
Legal and Professional Fee	882,400
Rates and Taxes	21,493
Bank Charges	732,389
Business Promotion	635,530
Financial Charges	300,630
<b>Total</b>	<b>2,572,442</b>

5. **Earning per share (EPS) :**

	Period ended 31st March, 2012
<b>Basic and Diluted</b>	
Profit For the year after tax	113,349
No.of shares outstanding at the end of year	55,556
Weighted Average No of Shares outstanding for calculating Basic EPS	33,698
Weighted Average No of Shares outstanding for calculating Diluted EPS	33,698
Basic and Diluted Earning per share	3.36



**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS**  
**NOTE:17**

6. Since this is the first year of incorporation of company (23<sup>rd</sup> August, 2011) Hence, there are no previous year figures. Profit and loss account is also for the period from 23<sup>rd</sup> August, 2011 to 31<sup>st</sup> March, 2012.

As per our report of even date

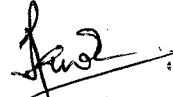
**For N. C. Aggarwal & Co.**  
Chartered Accountants  
Firm Registration No: 003273N



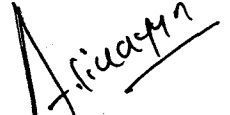
**G. K. Aggarwal**  
Partner  
Membership No. 086622  
Place: New Delhi  
Dated: 15<sup>th</sup> May, 2012



For and on behalf of the Board of Directors of  
JITF Urban Waste Management (Bathinda) Ltd.



**Anuj Kumar**  
Director



**A.K. Nayyar**  
Director

**JITF URBAN WASTE MANAGEMENT (BATHINDA) LIMITED**  
**Cash Flow Statement for the Period ended March 31, 2012**

For the Period ended  
 March 31,  
 2012

**A. CASH FLOW FROM OPERATING ACTIVITIES:**

Net Profit/(loss) Before Income taxes	169,349
Adjustment for:	
Depreciation	2,211
Interest and finance charges	1,033,019
<b>Operating profit before working capital changes</b>	<b>1,204,579</b>
Adjustment for:	
Sundry Debtors	(6,414,693)
Other current assets	(358,363)
Current Liabilities	8,682,005
<b>Cash earned from operations</b>	<b>1,908,949</b>
Direct taxes paid	-
<b>Net cash earned from operating activities</b>	<b>3,113,528</b>

**B. CASH FLOW FROM INVESTING ACTIVITIES:**

Purchase of fixed assets(net)	(63,732,497)
Security Deposit Given	(25,000)
<b>Net cash (used in) investing activities</b>	<b>(63,757,497)</b>

**C. CASH FLOW FROM FINANCING ACTIVITIES:**

Proceeds from Issue of Shares	555,560
Proceeds from Debenture application money	61,369,521
Preliminary Expenditure incurred	(30,523)
Interest and finance charges	(1,033,019)
<b>Net cash from financing activities</b>	<b>60,861,539</b>
 <b>Net increase in cash and cash equivalents</b>	 <b>217,570</b>

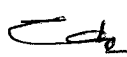
Cash and cash equivalents (opening balance)

Cash and cash equivalents (closing balance)

217,570  
 217,570

As per our report of even date

**For N.C. AGGARWAL & CO.**  
 Chartered Accountants  
 Firm Registration No. 003273N

  
**G.K. AGGARWAL**  
 Partner  
 M.No.086622  
 Place: New Delhi  
 Dated:15th May,2012



For and on behalf of the Board Of Directors of  
 JITF Urban Waste Management (Bathinda) Limited

  
**Anuj Kumar**  
 Director

  
**A.K. Nayyar**  
 Director